

Executive Summary
Hauling High Calcium Lime Bio-solids
September 2, 2011

Department: DWSD

Scope of service: Daily trucking of wastewater bio-solids, which exceeds the daily operating capacity of the incinerator disposal facility.

Background:

The annual tonnage is 730,000

The unit of measure is cost per ton.

Payment based on service performed

The previous contractor was Homrich Wrecking, for the previous 4 years.

The bid request was December 10, 2010

The bid due date was January 12, 2011

The lowest responsible bidder was Bankston Construction

Financials:

The annual purchase value was \$11.6M versus new APV of \$7.34M

The APV saving is \$4.2M

Previously used values were based on 2 yrs. at \$11.6M or \$23.2M

The required Clearances approved by Treasury:

Income Tax - March 23, 2011

Revenue Tax - February 9, 2011

The required Insurance in effect as of:

Liability - March 17, 2011

Vehicle - August 14, 2010

Works Compensation – August 10, 2010

The required Bonding requested:

Performance - July 1, 2011(\$1.8M or 25%)

Buyer accepted a Bond of \$1.5M

Reviews and Approvals:

Board of Water – February 23, 2011

City Council- May 31, 2011

Note:

The former contractor Homrich, who lost bid and was charging \$4.2 M APV higher is the one raising questions and issues regarding the winner of the bid Bankston.